

Blue Cross & Blue Shield of Rhode Island
Direct Pay - Comparison of CY09 Budget to CY08 Budget by Natural Account

	<u>CY 2008 Budget</u>	<u>CY 2009 Budget</u>	<u>Increase (Decrease)</u>	<u>%</u>
Salaries And Wages	\$1,739,276	\$1,801,890	\$62,614	3.6
Temporary Empl Serv	15,473	16,030	557	3.6
Fringe Benefits	737,106	797,155	60,049	8.1
Outside Services	288,512	297,167	8,655	3.0
Legal	136,810	140,914	4,104	3.0
Facilities & Occupancy	160,551	168,579	8,028	5.0
Equipment	59,353	61,133	1,781	3.0
Software	130,692	134,613	3,921	3.0
Insurance	27,374	28,196	821	3.0
Travel	30,828	31,753	925	3.0
Printing/Office Supplies	106,959	110,168	3,209	3.0
Postage	197,945	203,884	5,938	3.0
Telephone	70,508	72,623	2,115	3.0
Advertising & Public Relations	77,379	79,700	2,321	3.0
Corporate & Civic Dues	34,667	35,707	1,040	3.0
Vendor Fees	1,733,770	1,787,517	53,747	3.1
Other	<u>111,600</u>	<u>114,326</u>	<u>2,726</u>	2.4
Subtotal	\$5,658,805	\$5,881,356	\$222,552	3.9
Change In Claims Handling	21,957	18,275	(3,682)	(16.8)
Beacon MHSA	84,058	88,141	4,083	4.9
Pharmacy Benefit Management	33,978	34,958	980	2.9
Radiology Vendor Fee	50,688	50,688	0	-
HIPAA	14,997	15,447	450	3.0
Projects	<u>0</u>	<u>0</u>	<u>0</u>	-
Total Expense	<u>\$5,864,482</u>	<u>\$6,088,865</u>	<u>\$224,382</u>	3.8

Budget Methodology

The 2009 expenses were developed by multiplying 2008 budget by department with inflation factors. The 2009 Direct Pay budget was then adjusted for other known and anticipated changes that include:

- No change in enrollment for 2009 in comparison to 2008.
- Ratefiling costs will be similar to 2008